

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
FORM 740			FORM 740	
The Kentucky filing status (element FilingStatus) selected is incorrect based on information reported on the return.	Reject	F740-0001	The Kentucky filing status selected on Form 740 is incorrect based on information reported on the return.	Data Mismatch
<b>The combined federal AGI amount listed on Form 740, line 5 (element FederalAGI) must equal the amount on line 37 of Form 1040, line 21 of Form 1040A, line 4 of Form 1040-EZ, or line 36 of Form 1040-NR unless Kentucky filing status 4-Married filing separate returns (element SeparateReturns) is checked.</b>	Reject	F740-0002	<b>The combined federal AGI amount listed on Form 740, line 5 must equal the amount on line 37 of Form 1040, line 21 of Form 1040A, line 4 of Form 1040-EZ or line 36 of Form 1040-NR unless the Kentucky filing status 4-Married filing separate returns is checked.</b>	Data Mismatch
The federal AGI amount reported on Form 740, line 5 (element FederalAGI) for Kentucky filing status 4-Married filing separate returns (element SeparateReturns) does not contain the correct amount of income for the taxpayer filing this return based on the information provided on the federal return.	Reject	F740-0003	The federal adjusted gross income (AGI) amount reported on Form 740, line 5 for filing status 4-Married filing separate returns does not contain the correct amount of income for the taxpayer filing this return based on the information provided on the federal return.	Data Mismatch
If Kentucky filing status = 1-Single (element Single), 3-Joint return (element JointReturn) or 4-Married filing separate returns (element SeparateReturns), the Spouse fields (Column A) on Form 740, Schedule M, Schedule A, Page 2 and Schedule P should not be completed.	Reject	F740-0004	If the Kentucky filing status = 1-Single, 3-Married, filing joint or 4-Married filing separate returns, the spouse fields (Column A) on Form 740, Schedule M, Schedule A, Page 2 and Schedule P should not be completed.	Data Mismatch
Taxpayer political party fund (element PoliticalPartyFund) check box is required for all filing statuses.	Reject	F740-0005	The taxpayer political party fund check box is required for all filing statuses.	Missing Data
Spouse political party fund (element PoliticalPartyFund) check box is required only for Filing Status 2-Married, filing separately on a combined return, (element SeparateOnJointReturn) and Filing Status 3-Married, filing jointly, (element JointReturn). It should not be used for any other filing status.	Reject	F740-0006	A spouse political party fund check box is required for Filing Status 2-Married filing separately on a combined return and 3-Married, filing joint. It should not be used for any other filing status.	Data Mismatch
Spouse political party fund (element PoliticalPartyFund) check box for filing status 1-Single (element Single) and filing status 4-Married, filing separate returns (element SeparateReturns) must be blank.	Accepted Conditionally			Data Mismatch

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
The spouse entries for income and credits are required if the filing status is 2-Married, filing separately on a combined return (element SeparateOnJointReturn). The taxpayer fields are required for all filing statuses.	Reject	F740-0007	The spouse entries for income and credits are required if the filing status is 2-Married filing separately on a combined return. The taxpayer fields are required for all filing statuses.	Data Mismatch
Schedule M, Part I (AdditionsToFAGIType) is required if Form 740, line 6, additions from Schedule M (element SchMAdditions) is not zero.	Reject	F740-0008	Schedule M, Part I is required if Form 740, line 6 is greater than zero.	Missing Form
If Form 740, line 6 (element SchMAdditions) must match Schedule M, line 8 (element AdditionsToFAGIType / TotalAdditions).	Accepted Conditionally			Data Mismatch
Schedule M, Part II is required if Form 740, line 8 (element SchMSubtractions) is not zero.	Reject	F740-0009	Schedule M, Part II is required if Form 740, line 8 is greater than zero.	Missing Form
If Form 740, line 8 (element SchMSubtractions) must match Schedule M, line 20 (element SubtractionsToFAGIType / TotalSubtractions).	Accepted Conditionally			Data Mismatch
<b>Schedule A must be completed if Form 740, line 10 (element ItemizedDeductions) is not equal to the standard deduction. The current year standard deduction is 2,460.</b>	Reject	F740-0010	<b>Schedule A must be completed if Form 740, line 10 is not equal to the standard deduction. The standard deduction is 2,460. If not itemizing deductions, the standard deduction should be used.</b>	Missing Form
<b>If Form 740, line 10, standard or itemized deductions, (element ItemizedDeductions) is not equal to 2,460, and Form 740, line 9 (element KyAdjustedGrossIncome) does not exceed 184,850, amount must equal Schedule A (element TotItemDed).</b>	Accepted Conditionally			Data Mismatch
<b>If Form 740, line 10 (element ItemizedDeductions) is not equal to 2,460, and Form 740, line 9 (element KyAdjustedGrossIncome) exceeds 184,850, then Form 740, line 10 must equal Schedule A, Part II, line 10 (element AdjustedItemDed).</b>	Accepted Conditionally			Data Mismatch

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
If filing status is 2, (element <b>SeparateOnJointReturn</b> ) AND If Form 740, line 10, standard or itemized deductions, (element <b>ItemizedDeductions</b> ) is not equal to 2,460, and Form 740, line 9 (element <b>KyAdjustedGrossIncome</b> ) does not exceed 92,425 in either column, amount must equal Schedule A, <b>SeparateDeductionsPart1</b> (elements <b>SpouseItemDed</b> and <b>TaxpayerItemDed</b> ). If Part II is completed, line 10 is required.	Accepted Conditionally			Data Mismatch
If filing status is 2, (element <b>SeparateOnJointReturn</b> ) AND If Form 740, line 10, standard or itemized deductions, (element <b>ItemizedDeductions</b> ) is not equal to 2,460, and Form 740, line 9 (element <b>KyAdjustedGrossIncome</b> ) exceeds 92,425 in either column, amount must equal Schedule A, <b>SeparateDeductionsPart2</b> (element <b>AdjustedItemDed</b> ) for taxpayer and spouse columns.	Accepted Conditionally			Data Mismatch
Form 740, line 11 (element <b>TaxableIncome</b> ) must equal Form 740, line 9 (element <b>KyAdjustedGrossIncome</b> ) minus Form 740, line 10 (element <b>ItemizedDeductions</b> ).	Accepted Conditionally			Math Error
Form 740, line 12 (element <b>TaxBeforeCredits</b> ) must equal amount from tax table or tax computation unless Schedule J indicator (element <b>ScheduleJIndicator</b> ) is checked.	Accepted Conditionally			Math Error
Schedule J must be completed if Form 740, line 12, Schedule J check box is marked (element <b>ScheduleJIndicator</b> ).	Reject	F740-0011	Schedule J must be completed if the Schedule J checkbox is marked on Form 740, line 12.	Missing Form
If Form 740, line 12, Schedule J check box is marked (element <b>ScheduleJIndicator</b> ), Form 740, line 12, must equal Schedule J amount from line 22 (element <b>SchJ / SchJTaxAmount</b> ).	Reject	F740-0012	Form 740, line 12 and Schedule J, line 22 must match if the Schedule J check box is marked on Form 740, line 12.	Data Mismatch

**TY2016 Business Rules**

740				
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If Form 740, line 13, tax from Form 4972K or Schedule RCR (element TaxFrom4972KOrRCR) is greater than zero, one or both of the indicators (elements Form4972KIndicator or ScheduleRCRIndicator) must be checked.	Reject	F740-0013	If Form 740, line 13, tax from Form 4972K or Schedule RCR is greater than zero, one or both of the indicators must be checked.	Data Mismatch
If Form 740, line 13, Form 4972K check box is marked (element Form4972KIndicator), Form 4972K must be completed.	Reject	F740-0014	Form 4972K must be completed if the Form 4972-K check box is marked on Form 740, line 13.	Missing Form
If Form 740, line 13, Form 4972K check box is marked (element Form4972KIndicator), Form 740, line 13, must equal Form 4972K amount from line 32 (element Form4972K / TaxOnLumpSumDist).	Reject	F740-0015	Form 740, line 13 and Form 4972-K, line 32 must match if the Form 4972-K check box is marked on Form 740, line 13.	Data Mismatch
Form 740, line 17, personal tax credit amounts for taxpayer and spouse (element PersonalTaxCreditAmt) must equal Form 740, Section B, line 4 totals (elements TPPersonalCredit Amt and SpousePersonalCreditAmt).	Accepted Conditionally			Data Mismatch
Form 740, line 20, total family size (element TotalFamilySize) must equal 1, 2, 3 or 4 if line 21, family size tax credit amount (element FamilySizeTaxCredit) is greater than zero.	Reject	F740-0016	Form 740, line 20, total family size must equal 1, 2, 3 or 4 if line 21, family size tax credit amount is greater than zero.	Data Mismatch
Form 8863-K data must be completed if Form 740, line 23, education tuition tax credit (element UtilizedEducationCredit) is greater than zero.	Reject	F740-0017	Form 8863-K must be completed if Form 740, line 23 is greater than zero.	Missing Form
Form 740, line 23 (element UtilizedEducationCredit) must match Form 8863K, line 20 (element Form8863K / Part4AllowableEduCr / AllowEducCredit).	Reject	F740-0018	Form 740, line 23 must match the amount of Form 8863K, line 17.	Data Mismatch
The federal child and dependent care amount from federal Form 2441, line 9 (element FederalChildCare) must be populated if Form 740, line 25 (element KyChildCare) is greater than zero.	Reject	F740-0019	The federal child and dependent care amount from federal Form 2441, line 9 must be populated on Form 740 if Form 740, line 25 is greater than zero.	Data Mismatch
<b>If KY is the state for which the income tax is withheld (element StateAbbreviationCd), the state ID number (EmployerStateldNumber) on the W-2, W-2G, 1099-B, 1099-R, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-DIV and 1099-MISC cannot be greater in length than 6 digits.</b>	Reject	F740-0021	<b>The state ID number on the W-2, W-2G, 1099-B, 1099-DIV, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-MISC and 1099-R cannot be greater in length than 6 digits and cannot be blank if KY is the state for which the income tax is withheld.</b>	Incorrect Data

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
If Form 740, line 30(a) Kentucky tax withheld (element KYWithholdingPaid) is greater than zero, supporting wage/tax statements are required with state record. Form 740, line 30(a), Kentucky tax withheld (element KYWithholdingPaid) must equal the sum of all state withholding amounts (element StateIncomeTaxAmt) where the state abbreviation code (element StateAbbreviationCd) listed is KY. This amount should include all withholding amounts from W-2, W-2G, Form 1099-B, 1099-DIV, 1099-G 1099-INT, 1099-K, 1099-OID, 1099-MISC and 1099-R, where the state abbreviation code listed is KY. This amount can also include the amount from the W-2 where line 14 (element OtherDeductsBenefits) description equals KREDA. Schemas are available for each wage/tax statement.	Reject	F740-0022	The Kentucky tax withheld, Form 740, line 30(a), must equal the sum of all state withholding amounts from the income tax statements where the state abbreviation code listed is KY. The income tax statements include Forms W-2, W-2G, 1099-B, 1099-DIV, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-MISC and 1099-R. This amount can also include the amount from federal Form W-2 where line 14 description equals KREDA.	Math Error
Worksheet C is required if Form 740, Section A, line 1 (element BusinessAndOtherCredits / NonRefundableLLECredit) is greater than zero.	Reject	F740-0023	Worksheet C must be completed if Form 740, Section A, line 1 is greater than zero.	Missing Form
Form 740, Section A, line 1 (element BusinessAndOtherCredits / NonRefundableLLECredit) must match Worksheet C, line 8 (element TotalNonRefundableAmount).	Reject	F740-0024	Form 740, Section A, line 1 must match Worksheet C, line 8.	Data Mismatch
Worksheet A is required if Form 740, Section A, line 5 (element TaxPaidOtherState) is greater than zero.	Reject	F740-0025	Worksheet A must be completed if Form 740, Section A, line 5 is greater than zero.	Missing Form
Form 740, Section A, line 5 (element BusinessAndOtherCredits / TaxPaidOtherState) must match Worksheet A, line 12 (element TaxOtherStateCredit).	Reject	F740-0026	Form 740, Section A, line 5 must match Worksheet A, line 12.	Data Mismatch
Schedule FD is required when Form 740, Section A, line 22 (element BusinessAndOtherCredits/FoodDonationCredit) is greater than zero.	Reject	F740-0027	Schedule FD is required when Form 740, Section A, line 22 is greater than zero. The SchFD.xsd and a copy of the signed Schedule FD is required. The PDF attachment must be named FoodDonationTaxCredit.	

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Form 740, Section B, Tax Credits (element PersonalTaxCredits / RegularCredit) should be marked on all returns for the taxpayer.	Accepted Conditionally			Missing Data
Form 740, Section B, Line 3A, Spouse credits (element PersonalTaxCredits / TotalCreditsForSpouse) should be zero unless filing status 2, married filing separately on combined return (element SeparateOnJointReturn) is selected.	Accepted Conditionally			Math Error
If filing status 2 is selected (element SeparateOnJointReturn), the spouse credits (element PersonalTaxCredits / TotalCreditsForSpouse) and the taxpayer credits (element PersonalTaxCredits / TotalCreditsForTaxPayer) must equal the total credits (element PersonalTaxCredits / TotalCredits).	Accepted Conditionally			Math Error
The taxpayer credits (element PersonalTaxCredits / TotalCreditsForTaxPayer) must equal the total credits (element PersonalTaxCredits / TotalCredits) for filing statuses 1 (element Single), 3 (element JointReturn) and 4 (element SeparateReturns),	Accepted Conditionally			Math Error
SCHEDULE A			SCHEDULE A	
Schedule A fields for adjusted gross income in the medical and dental expenses section, casualty and theft loss expenses section, and the job expenses section (elements KyAdjustedGrossIncome1, KyAdjustedGrossIncome2 KyAdjustedGrossIncome3) must equal the KY adjusted gross income from Form 740, line 9 (element Form740 / KyAdjustedGrossIncome). If filing status 2 is used (element SeparateOnJointReturn), the Ky adjusted gross income is the net value of the taxpayer and spouse columns.	Reject	SA-F740-0001	Adjusted gross income in the medical and dental expenses, casualty and theft losses and the job expenses sections must equal the KY adjusted gross income from Form 740, line 9. The Ky adjusted gross income is the net value of the taxpayer and spouse columns.	Data Mismatch
Health Insurance Premiums that are deducted on Schedule M (element SubtractionsToFAGIType / HealthInsurancePremium) should not be included in medical and dental expenses claimed on Schedule A (element MedicalAndDentalExpenses / MedicalDentalExp).	Accepted Conditionally			Math Error

TY2016 Business Rules

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
<b>Schedule A, line 2 (element MedicalAndDentalExpenses / MedicalDentalExpExcl) must equal 10% of the KY Adjusted Gross Income (element MedicalAndDentalExpenses / KyAdjustedGrossIncome1) if either taxpayer was born before January 2, 1952 and 7.5% if both taxpayers were born on or after January 2, 1952.</b>	Accepted Conditionally			Math Error
Schedule A, line 5 (element Taxes / LocalIncomeTaxes) must not include federal or state taxes paid.	Accepted Conditionally			Incorrect Data
Schedule A, line 20 (element Contributions / TotCont) cannot exceed 50% of the KY Adjusted Gross Income (element Form740 / KyAdjustedGrossIncome).	Accepted Conditionally			Math Error
Schedule A, line 33 (element TotItemDed) is mathematically incorrect. Should equal the sum of Schedule A, lines 4, 9, 15, 20, 24, 31 and 32 (elements MedicalAndDentalExpenses / TotalMedicalDentalDed, Taxes / TotTaxes, InterestExpense / TotalInt, Contributions / TotCont, CasualtyAndTheftLosses / TotCasualtyTheft, JobExpenses / TotJobOtherExp and OtherMiscExp).	Reject	SA-F740-0002	Schedule A, line 33 is mathematically incorrect.	Math Error
<b>Schedule A, Page 2, Part I elements (DividingDeductions) should only be completed when filing status 2 (element SeparateOnJointReturn) is selected and the taxpayer and spouse KY adjusted gross income values are less than or equal to 92,425 and only one Schedule A is completed.</b>	Accepted Conditionally			Missing Data
<b>The itemized deductions limitation section on Schedule A, Part II should be completed if the federal AGI on Form 740, line 9 exceeds 92,425 if the filing status is married, filing separate returns or married filing separately on a combined return and 184,850 for all other filing statuses.</b>	Accepted Conditionally			Missing Data
Missing Schedule A or data incomplete.	Reject	SA-F740-0003	Missing Schedule A or data incomplete.	Missing Data

**TY2016 Business Rules**

740				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Form 740, line 10 (element ItemizedDeductions) must match Schedule A, line 33 or Part I, lines 4 plus line 5 or Part II line 10, column A plus column B when itemizing deductions.	Reject	SA-F740-0004	Form 740, line 10 must match Schedule A, line 33 or Part I, lines 4 plus line 5 or Part II line 10, column A plus column B when itemizing deductions.	Incorrect Data
<b>SCHEDULE M</b>			<b>SCHEDULE M</b>	
Schedule M additions, line 2 (element AdditionsToFAGIType / HealthInsurance) should only be completed when the amount of health insurance deduction claimed on the federal return is different from the amount to be claimed on Schedule M subtractions, line 14 (element SubtractionsToFAGIType / HealthInsurancePremium). If the values of these two fields are the same, there is no need to make entries on Schedule M.	Accepted Conditionally			Incorrect Data
Schedule M additions, line 4 (element AdditionsToFAGIType / Depreciation) should only be completed when the amount of depreciation claimed on the federal Form 4562 is different from the amount to be claimed on Schedule M, line 16, (element SubtractionsToFAGIType / Depreciation). If the values of these two fields are the same, there is no need to make entries on Schedule M.	Accepted Conditionally			Incorrect Data
Schedule M additions, line 5 (element AdditionsToFAGIType / NetOperatingLoss) should always be completed when a federal net operating loss is claimed on the federal return.	Accepted Conditionally			Incorrect Data
Schedule M additions, line 6 (element AdditionsToFAGIType / DomesticProdActvDed) should be completed when this credit is claimed on the federal return.	Accepted Conditionally			Incorrect Data
Schedule M, line 8, column A (element AdditionsToFAGIType / TotalAdditions) is mathematically incorrect.	Reject	SM-F740-0001	Schedule M, line 8, column A is mathematically incorrect.	Math Error
Schedule M, line 8, column B (element AdditionsToFAGIType / TotalAdditions) is mathematically incorrect.	Reject	SM-F740-0002	Schedule M, line 8, column B is mathematically incorrect.	Math Error



**TY2016 Business Rules**

**740**

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Schedule M subtractions, line 9, state income tax refund reported as income on federal return (element SubtractionsToFAGIType / Refund) must equal amount reported on federal return.	Accepted Conditionally			Incorrect Data
Schedule M subtractions, line 11, excludable retirement income (element SubtractionsToFAGIType / Pension) should not be greater than the sum of taxable IRA amount and taxable pension/annuity amount claimed on federal Form 1040.	Accepted Conditionally			Incorrect Data
Schedule P is missing and is required if taxable pension and retirement income from all sources is greater than 41,110 and retirement is from federal, state or local government or Tier 2 Railroad retirement benefits.	Accepted Conditionally			Missing Form
Schedule M subtractions, line 12, taxable amount of social security and railroad retirement board benefits (element SubtractionsToFAGIType / SocialSecurity), must equal taxable Social Security benefits claimed on federal Form 1040, line 20b.	Accepted Conditionally			Incorrect Data
Schedule M subtractions, line 14, health insurance premiums not previously deducted from income (element SubtractionsToFAGIType / HealthInsurancePremium) must not include premiums paid with pretax dollars (cafeteria plan).	Accepted Conditionally			Incorrect Data
Amounts claimed on Schedule M, lines 13 and 14, long term care and health insurance premiums (elements SubtractionsToFAGIType / Insurance and SubtractionsToFAGIType / HealthInsurancePremium), should not be included in medical expense deductions claimed on Schedule A, line 1 (element MedicalAndDentalExpenses / MedicalDentalExp).	Accepted Conditionally			Incorrect Data
Schedule M subtractions, line 18, Kentucky domestic production activities deduction amount (element SubtractionsToFAGIType / DomesticProdActvDed) should be completed when this credit is claimed on Schedule M, line 6. The amount listed here should be the recalculated Kentucky allowable amount.	Accepted Conditionally			Incorrect Data

**TY2016 Business Rules**

740				
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Schedule M missing or data incomplete.	Reject	SM-F740-0004	Schedule M missing or data incomplete.	Missing Data
<b>SCHEDULE P</b>			<b>SCHEDULE P</b>	
Schedule P total exclusion (element TotalExcluded / TotalExcluded) does not match amount claimed on Schedule M (element SubtractionsToFAGIType / Pension)	Reject	SP-F740-0001	Schedule P total exclusion does not match amount claimed on Schedule M.	Incorrect Data
<b>SCHEDULE J</b>			<b>SCHEDULE J</b>	
Calculation error(s) on Schedule J.	Reject	SJ-F740-0001	Calculation error(s) on Schedule J.	Math Error
Incomplete data on Schedule J.	Reject	SJ-F740-0002	Incomplete data on Schedule J.	Missing Data
Schedule J, line 22 (element SchJTaxAmount) does not match Form 740, line 12 (element TaxBeforeCredits)	Reject	SJ-F740-0003	Schedule J, line 22 does not match Form 740, line 12.	Data Mismatch
<b>FORM 2210-K</b>			<b>FORM 2210-K</b>	
Calculation error(s) on Form 2210K, Part I (elements ExceptionsAndExclusions)	Reject	F2210K-0001	Calculation error(s) on Form 2210K, Part I.	Math Error
<b>FORM 8582-K</b>			<b>FORM 8582-K</b>	
Incomplete data on Form 8582K	Reject	F8582K-0048	Incomplete data on Form 8582K.	Missing Data
<b>FORM 8863-K</b>			<b>FORM 8863-K</b>	
Incomplete data on Form 8863K (elements Qualifications)	Reject	F8863K-0049	Incomplete qualifications data on Form 8863K.	Missing Data
The American Opportunity Credit section of Form 8863-K is incomplete. Complete in order to claim the credit.	Reject	F8863K-0050	The American Opportunity Credit section of Form 8863-K is incomplete. Complete in order to claim the credit.	Missing Data
Name and address of Kentucky institution required on Form 8863-K.	Reject	F8863K-0051	Name and address of Kentucky institution required on Form 8863-K.	Missing Data
Form 8863-K, line 1, column f is exceeds allowable amount.	Reject	F8863K-0052	Form 8863-K, line 1, column f is exceeds allowable amount.	Missing Data
Error in calculating amount (element TentAmOpCredit) on Form 8863K, line 1, column f.	Reject	F8863K-0053	Form 8863K, line 1, column f is mathematically incorrect.	Math Error
Error in calculating amount (element AmericanOpportunityCreditTot) on Form 8863K, line 2.	Reject	F8863K-0054	Form 8863K, line 2 is mathematically incorrect.	Math Error
Lifetime Learning Credit claimed exceeds allowable amount (element LifeLimitBy20Pct)	Reject	F8863K-0055	The Lifetime Learning Credit claimed on Form 8863-K, line 8 exceeds allowable amount.	Math Error
Error in computing allowable education credit from Form 8863K, line 17 (element AllowEducCredit)	Reject	F8863K-0056	Form 8863K, line 17 is mathematically incorrect.	Math Error
<b>WORKSHEET A</b>			<b>WORKSHEET A</b>	
Recipient Name (element RecipientFirstName) and SSN (element RecipientSSN) are required when completing Worksheet A.	Reject	WA-F740-0058	Recipient Name and SSN are required when completing Worksheet A.	Missing Data

**TY2016 Business Rules**

740				
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KY residents must report all income received including income from sources outside KY. Within certain limitations, a credit for income tax paid to another state may be claimed on Worksheet A. Full year nonresidents may not claim this credit. The credit is limited to the amount of tax paid to the other state or the amount of KY tax savings had the income reported to the other state been omitted, whichever is less. A return must be filed with the other state in order to claim this credit. Credit for tax withheld by another state is not allowed. A credit for tax paid to a reciprocal state on certain types of income is not allowed. The type of income reported to the other state must be listed on Worksheet A. (See Worksheet A instructions for limitations and reciprocal state information.)	Reject	WA-F740-0059	KY residents must report all income received including income from sources outside KY. Within certain limitations, a credit for income tax paid to another state may be claimed on Worksheet A. Name of other state must be listed on Worksheet A in order to claim credit. Full year nonresidents may not claim this credit. The credit is limited to the amount of tax paid to the other state or the amount of KY tax savings had the income reported to the other state been omitted, whichever is less. A return must be filed with the other state in order to claim this credit. Credit for tax withheld by another state is not allowed. A credit for tax paid to a reciprocal state on certain types of income is not allowed. The type of income reported to the other state must be listed on Worksheet A. (See Worksheet A instructions for limitations and reciprocal state information.)	Incorrect Data
Wksht A - Missing Other State Name or reciprocal state used. Verify type of income on reciprocal state.	Reject	WA-F740-0060	Missing other state name or reciprocal used on Worksheet A.	Missing Data
KY is not a valid entry (element NameOfOtherState) on Worksheet A, tax paid to other states worksheet.	Reject	WA-F740-0061	KY is not a valid entry on Worksheet A, tax paid to other states worksheet.	Incorrect Data
Worksheet A, line 12 (element TaxOtherStateCredit) should be the lesser of line 10 (element TaxSavings) or line 11 (element TaxPaidToOtherState).	Reject	WA-F740-0062	Worksheet A, line 12 should be the lesser of line 10 or line 11.	Math Error
<b>WORKSHEET C</b>			<b>WORKSHEET C</b>	
LLE name (element LLEName), address (element LLEAddress), FEIN (LLEFEIN), Ky corporate account number (element LLEKYCorporateAcctNumber) and ownership percentage (element PctOfOwnership) are required when completing Worksheet C.	Reject	WC-F740-0063	LLE name, address, FEIN, Ky corporate account number and ownership percentage are required when completing Worksheet C.	Missing Data

**TY2016 Business Rules**

740				
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Worksheet C, line 8 (element TotalNonRefundableAmount) should be the lesser of line 6 (element TaxSavingsOnLLEIncome) or line 7 (element NonRefundableCredit).	Reject	WC-F740-0064	Worksheet C, line 8 should be the lesser of line 6 or line 7.	Math Error
<b>MISCELLANEOUS</b>			<b>MISCELLANEOUS</b>	
Primary social security number (element Filer/ Primary/ TaxpayerSSN) and/or Spouse social security number (element Filer/ Secondary/ TaxpayerSSN) are required.	Reject	F740-0069	Primary social security number and/or Spouse social security number is missing.	Missing Data
Primary name elements (element Filer/ Primary/ TaxpayerName) and/or Spouse name elements (element Filer/ Secondary/ TaxpayerName) missing or incomplete.	Reject	F740-0070	Primary name is missing or incomplete.	Missing Data
Taxpayer address elements (element USAddress) missing or incomplete.	Reject	F740-0071	Taxpayer address is missing or incomplete.	Missing Data
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject	F740-0073	Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject	F740-0074	Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
Invalid direct debit amount (element StatePayment / PaymentAmount). Debit amount for State Payment must equal amount you owe on the return, Form 740, Line 40 (element AmountOwed).	Reject	F740-0075	Invalid direct debit amount. Debit amount for the amount you owe must equal Form 740, line 40.	Incorrect Data
Invalid direct debit date (element StatePayment / RequestedPaymentDate). Debit payments for state payments cannot be warehoused after the April 18th filing deadline.	Reject	F740-0076	Invalid direct debit date. Debit payments for tax due amounts cannot be warehoused after the April 18th filing deadline. Direct Debit will not be processed.	Incorrect Data
Invalid debit or deposit indicator.	Reject	F740-0077	Invalid direct debit or direct deposit request. Cannot request direct debit on refund or direct deposit on tax due return.	Incorrect Data
<b>Invalid direct debit date (element StatePayment / RequestedPaymentDate). Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018</b>	Reject	F740-0078	<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Incorrect Data
Multiple estimate tax payments must be equal non-negative integer amounts	Reject	F740-0080	Divide multiple payments for estimate tax into equal whole dollar amounts.	Incorrect Data
<b>SCHEMA VALIDATIONS</b>			<b>SCHEMA VALIDATIONS</b>	

# TY2016 Business Rules

740

Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Duplicate Return. Electronic return already received and processed.	Reject	KYSUB-0063	Duplicate Return. An electronic return was already received and processed.	Missing Data
Copy of federal return is required for all electronically filed returns.	Reject	KYSUB-0064	A copy of the federal return is required for all electronically filed Kentucky returns.	Missing Data
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	KYSUB-0068	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Incorrect Data
Schema Failed Validation. See details.	Reject	KYSUB-0100	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	KYSUB-0101	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	KYSUB-0102	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	KYSUB-0103	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	KYSUB-0105	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error
Extension request denied. Form 40A102 filed after deadline.	Reject	KYSUB-0108	Extension request denied. Form 40A102 filed after deadline.	Validation Error
Return Type/Form not accepted for electronic filing. Please submit paper return.	Reject	KYSUB-0109	Return Type/Form not accepted for electronic filing. Please file a paper return.	Validation Error
The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Reject	KYSUB-0110	The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Validation Error

\*Severity - Reject means the return will be returned and not accepted for processing. Accepted Conditionally means the return will be accepted for filing but the return will be reviewed and may be adjusted if an error is found or data cannot be verified.

TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
FORM 740-NP		FORM 740-NP		
FORM 740-NP, PAGE 1			FORM 740-NP, PAGE 1	
The Kentucky filing status (element FilingStatus) selected is incorrect based on information reported on the return.	Reject	F740NP-0001	The Kentucky filing status selected on Form 740-NP, page 1 is incorrect based on information reported on the return.	Data Mismatch
<b>The combined federal AGI amount listed on Form 740-NP, Section D, page 4, line 35, column A (element FedAdjustedGrossIncome) must equal the federal AGI from line 37 of Form 1040, line 21 of Form 1040A or Form 1040-NR, line 36 unless filing status 3-Married filing separate returns (element SeparateReturns) is checked.</b>	Reject	F740NP-0002	<b>The combined federal adjusted gross income amount listed on Form 740-NP, Section D, line 35, column A must equal the federal AGI from Form 1040, line 37, Form 1040A, line 21 or Form 1040-NR, line 36 unless the filing status is Married, filing separate returns.</b>	Data Mismatch
For filing status 3-Married, filing separate returns, the spouse's SSN should be provided. If the spouse's SSN is not known, the spouse's full name (element FS3SpouseName) must be entered on Form 740-NP, page 1, line 3.	Reject	F740NP-0003	For filing status 3-Married, filing separate returns, the spouse's SSN should be provided. If the spouse's SSN is not known, the spouse's full name (element FS3SpouseName) must be entered on Form 740, page 1, line 3.	Missing Data
Taxpayer political party fund (element PoliticalPartyFund) check box is required for all filing statuses.	Reject	F740NP-0005	The taxpayer political party fund check box on Form 740-NP is required for all filing statuses.	Data Mismatch
Spouse political party fund (element PoliticalPartyFund) check box is required for filing Status 2, (element SeparateOnJointReturn). It should not be used for any other filing statuses.	Reject	F740NP-0006	The spouse political party fund check box on Form 740-NP is required for filing status Married, filing a joint return. The spouse's political party should not be used for any other filing status.	Data Mismatch
Spouse political party fund (element PoliticalPartyFund) check box for filing status 1, (element Single) and filing status 3, (element SeparateReturns) must be blank.	Accepted Conditionally			Data Mismatch
The state of residency at the end of the tax year (element YearEndResidencyStatus) is required for residency status (element ResidencyStatus) 4-Full-year nonresident. (Literal KY is not allowed.)	Reject	F740NP-0030	The state of residency at the end of the tax year on Form 740-NP, line 4 is required for taxpayers filing as a full-year nonresident of KY. KY is not a valid entry.	Data Mismatch
The move date (element MoveIntoKYDate, element MoveOutOfKYDate) and state (element StateMovedFrom, element StateMovedTo) is required for residency status (element ResidencyStatus) 5-Part-year resident.	Reject	F740NP-0008	The date the taxpayer moved into or out of KY and the state abbreviation the taxpayer moved from or to during the year is required on Form 740-NP, line 5 for taxpayers filing as a part-year KY resident.	Data Mismatch

TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Amount of allowable itemized deductions claimed on on Form 740-NP, line 11 (element ItemizedDeductions) does not match Schedule A, page 1, line 32 or line 36 (elements Total ItemDed or TaxpayerItemDed) or Schedule A, page 2, line 10 (element AdjustedItemDeductions).	Reject	F740NP-0029	The allowable itemized deduction on Form 740-NP, line 11 does not match Schedule A, page 1, line 32 or line 36 or Schedule A, page 2, line 10.	Incorrect Data
<b>Form 740-NP, line 10 or line 12 must be completed. Do not use both lines. Complete line 10 for Standard Deduction (element StandardDeductions) or line 12 for itemized deductions (element ItemizedDeductions). Schedule A is required for all entries on line 12. The current year standard deduction is 2,460.</b>	Reject	F740NP-0010	<b>Either line 10 or line 12 of the Form 740-NP must be completed. Do not complete both lines. Complete line 10 to claim the standard deduction or line 12 to itemize deductions. Schedule A is required for all entries on line 12. The standard deduction is \$2,460.</b>	Missing Form
Form 740-NP, line 14 (element TaxBeforeCredits) must equal amount from tax table or tax computation unless the Schedule J indicator (element ScheduleJIndicator), Form 4972K indicator (element Form4972KIndicator) or the Schedule RCR indicator (element ScheduleRCRIndicator) is marked.	Accepted Conditionally			Math Error
Missing Schedule J. Schedule J must be completed if Form 740-NP, Schedule J indicator is marked (element ScheduleJIndicator).	Reject	F740NP-0011	Schedule J is missing and is required if the Form 740-NP, Schedule J indicator is marked.	Missing Form
If Form 740-NP, Schedule J indicator is marked (element ScheduleJIndicator), Form 740-NP, line 14, must equal Schedule J amount from line 22 (element SchJ / SchJTaxAmount).	Reject	F740NP-0012	The Schedule J indicator is marked but Form 740-NP, line 14, does not equal Schedule J, line 22.	Data Mismatch
Missing Form 4972-K. If Form 740-NP, Form 4972K indicator is marked (element Form4972KIndicator), Form 4972K must be completed.	Reject	F740NP-0014	Form 4972-K is missing and is required if the Form 740-NP, Form 4972K indicator is marked.	Missing Form
Form 740-NP, line 21 (element FamilySizeTaxCredit) must be computed by multiplying the percentage from the family size income level chart by Form 740-NP, line 19 (element TaxSubtotal2).	Accepted Conditionally			Math Error
Missing 8863-K. If Form 740-NP, line 23 (element UtilizedEducationCredit) is greater than zero, Form 8863-K data must be completed.	Reject	F740NP-0015	Form 8863-K is missing and is required if Form 740-NP, line 23, education tuition tax credit is greater than zero.	Missing Form

TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
If Form 740-NP, line 23 (element UtilizedEducationCredit) is greater than zero, the amount must equal the amount from Form 8863K, line 17 (element Form8863K / Part4AllowableEduCr / AllowEducCredit).	Reject	F740NP-0022	Form 740-NP, line 23 must match the amount on Form 8863K, line 17.	Data Mismatch
<b>FORM 740-NP, PAGE 2</b>			<b>FORM 740-NP, PAGE 2</b>	
<b>The state ID number on the W-2, W-2G, 1099-R, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-DIV and 1099-MISC cannot be greater in length than 6 digits and cannot be blank if KY is the state for which the income tax is withheld.</b>	Reject	F740NP-0017	<b>The state ID number on the W-2, W-2G, 1099-B, 1099-R, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-DIV and 1099-MISC cannot be greater in length than 6 digits and cannot be blank if KY is the state for which the income tax is withheld.</b>	Incorrect Data
<b>If Form 740-NP, line 30(a) Kentucky tax withheld (element KYWithholdingPaid) is greater than zero, supporting wage/tax statements are required with state record. Form 740-NP, line 30(a), Kentucky tax withheld (element KYWithholdingPaid) must equal the sum of all state withholding amounts (element StateIncomeTaxAmt) where the state abbreviation code (element StateAbbreviationCd) listed is KY. This amount should include all withholding amounts from Form 1099-R, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-DIV and 1099-MISC where the state abbreviation code listed is KY. This amount can also include the amount from the W-2 where line 14 (element OtherDeductsBenefits) description equals KREDA. Schemas are available for each</b>	Reject	F740NP-0018	<b>The Kentucky tax withheld, Form 740-NP, line 30(a), must equal the sum of all state withholding amounts from an income tax statement where the state abbreviation code listed is KY. The income tax statements include Forms W-2, W-2G, 1099-B, 1099-DIV, 1099-G, 1099-INT, 1099-K, 1099-OID, 1099-MISC and 1099-R. This amount can also include the amount from federal Form W-2 where line 14 description equals KREDA.</b>	Incorrect Data
Form 740-NP, line 30(e), nonresident withholding (element NonResidentWithholding) must equal the sum of all Form PTE-WH, line 9's (element KyTaxWithheldAmt)	Reject	F740NP-0013	Form 740-NP, line 30(e), nonresident withholding must equal the sum of all Form PTE-WH, line 9's combined.	Math Error
<b>SECTION A</b>			<b>SECTION A</b>	
If Form 740-NP, Section A, line 1 (element BusinessAndOtherCredits / NonRefundableLLECredit) is greater than zero, Worksheet C data must be completed.	Reject	F740NP-0023	Worksheet C is missing and is required if Form 740-NP, Section A, line 1 is greater than zero.	Missing Form



TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Form 740-NP, Section A, line 1 (element BusinessAndOtherCredits / NonRefundableLLECredit) must match Worksheet C, line 8 (element TotalNonRefundableAmount).	Reject	F740NP-0024	Form 740-NP, Section A, line 1, must match Worksheet C, line 8.	Data Mismatch
If Form 740-NP, Section A, line 5 (element TaxPaidOtherState) is greater than zero, Worksheet A data must be completed.	Reject	F740NP-0025	Worksheet A is missing and is required if Form 740-NP, Section A, line 5 is greater than zero.	Missing Form
Form 740-NP, Section A, line 5 (element BusinessAndOtherCredits / TaxPaidOtherState) must equal Worksheet A, line 12 (element TaxOtherStateCredit).	Reject	F740NP-0026	Form 740-NP, Section A, line 5 must match Worksheet A, line 12.	Data Mismatch
<b>Schedule FD is required when Form 740-NP, Section A, line 22 (element BusinessAndOtherCredits/FoodDonationCredit) is greater than zero,</b>	<b>Reject</b>	<b>F740NP-0027</b>	<b>Schedule FD is required when Form 740-NP, Section A, line 22 is greater than zero. The SchFD.xsd and a copy of the signed Schedule FD is required. The PDF attachment must be named FoodDonationTaxCredit.</b>	<b>Missing Form</b>
<b>FORM 740-NP, PAGE 3</b>			<b>FORM 740-NP, PAGE 3</b>	
<b>SECTION B</b>			<b>SECTION B</b>	
Form 740-NP, Section B, Tax Credits (element PersonalTaxCredits / RegularCredit) should be marked for the spouse when the Filing Status 2, (element JointReturn) is selected. Spouse personal tax credits should not be completed for filing status 1 (element Single) or 3-(element SeparateReturns). Exception: If Filing Status 3 (element SeparateReturns) is selected and taxpayer is claiming the spouse as dependent because spouse had no income, the regular credit for the spouse can be marked.	Reject	F740NP-0007	The spouse's personal tax credits should be completed when the filing status Married, filing Joint is selected on Form 740-NP, line 2. The spouse's personal tax credits should not be completed for filing status Single (Form 740-NP, line 1) or Married, filing separate returns (Form 740-NP, line 3). Exception: If the filing status Married, filing separate returns (Form 740-NP, line 3) is selected and taxpayer is claiming the spouse as dependent because spouse had no income, the regular credit for the spouse can be marked.	Missing Data
<b>FORM 740-NP, PAGE 4, SECTION D</b>			<b>FORM 740-NP, PAGE 4, SECTION D</b>	
<b>Income</b>				
<b>Form 740-NP, page 4, Section D, line 1, Column A (element FedWageSalTips) must equal the federal amount from wages, salaries, tips, etc. from the 1040 or 1040A, Line 7, 1040-NR, Line 36 or 1040EZ, line 1. Do not include moving expense reimbursements.</b>	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, line 1, Column B (element KYWageSalTips) must equal the amount of wages, salaries, tips, bonuses, commissions or other compensation received for personal services from Kentucky sources while a nonresident and from all sources while a Kentucky resident. Do not include moving expense reimbursements.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 2, Column A, (element FedMovingExpense) must equal the moving expense reimbursement from Form 3903.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 2, Column B, (KYMovingExpense) must match Schedule ME, line 4(c) (element FedMovingExpReimburse).	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 3, Column A, (element FedInterest) must equal the amount of federal taxable interest on Form 1040 or 1040A, line 8a or 1040EZ, line 2.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 3, Column B (element KYInterest) must equal the amount of taxable interest earned from Kentucky sources while a nonresident or from all sources while a Kentucky resident. Do not report income from bonds issued by the Commonwealth of Kentucky and its political subdivisions and income from U.S government bonds or securities. Interest income from bonds issued by other states and their political subdivisions is taxable to Kentucky and should be included.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 4, Column A (element FedDividend) must equal the amount of ordinary dividends from Form 1040 or 1040A, line 9a.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 4, Column B (element KYDividend) must equal the amount of ordinary dividends earned from Kentucky sources while a nonresident or from all sources while a Kentucky resident and the distributive share of dividend income reflected on the Schedule K-1.	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, line 5, Column A (element FedTaxableRefunds) must equal the amount of taxable refunds, credits or offsets of state and local income taxes from Form 1040, line 10.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 5, Column B (element KYTaxableRefunds) must equal the amount of taxable local income tax refund or credit reported on your federal return if you received a tax benefit in a prior year. Do not include state income tax refunds.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 6, Column A (element FedAlimonyReceived) must equal the amount of alimony received on Form 1040, line 11.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 6, Column B (element KYAlimonyReceived) must equal the amount of alimony payments received while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 7, Column A (element FedBusIncomeOrLoss) must equal the amount of business Income or (loss) on Form 1040, line 12.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 7, Column B (element KYBusIncomeOrLoss) must equal the amount of business income or loss from Kentucky sources while a nonresident or from all sources while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 8, Column A (element FedCapGainOrLoss) must equal the amount of Capital gain or loss on Form 1040, line 13 or form 1040A, line 10.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 8, Column B (element KYCapGainOrLoss) must equal the amount of Capital gain or loss from Kentucky sources while a nonresident or from all sources while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 9, Column A (element FedOtherGainOrLoss) must equal the amount of Other gains or losses on Form 1040, line 14.	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, line 9, Column B (element KYOtherGainOrLoss) must equal the amount of Other gains or losses from Kentucky sources while a nonresident or from all sources while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 10a, Column A (element FedTaxableDist) must equal the sum of taxable amount of IRA distributions, pensions and annuities on Form 1040, lines 15b and 16b or Form 1040A, lines 11b and 12b.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 10a, Column B (element KYTaxableDist) must equal the amount of IRA distributions, pensions and annuities received while a resident of Kentucky.	Accepted Conditionally			Data Mismatch
Schedule P is missing and is required if taxable pension and retirement income from all sources is greater than 41,110 and retirement is from federal, state or local government or Tier 2 Railroad retirement benefits.	Accepted Conditionally			Missing Form
Form 740-NP, page 4, Section D, line 11, Column A (element FedRentRoyalty) must match the Rental real estate, royalties, partnerships, S corporations, trusts, etc. income on Form 1040, line 17.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 11, Column B (element KYRentRoyalty) must match the Rental real estate, royalties, partnerships, S corporations, trusts, etc. from Kentucky sources while a nonresident or all sources while a Kentucky resident. See the Form 740-NP instructions for additional information.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 12, Column A (element FedFarmIncomeOrLoss) must equal the amount of farm income or loss on Form 1040, line 18.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 12, Column B (element KYFarmIncomeOrLoss) must equal the amount of farm income or loss from Kentucky resources while a nonresident or from all sources while a Kentucky resident.	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, line 13, Column A (element FedUnemploymentComp) must match the taxable unemployment compensation on Form 1040, line 19, Form 1040A, line 13 or Form 1040EZ, line 3.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 13, Column B (element KYUnemploymentComp) must match the unemployment compensation received while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 14, Column A (element FedTaxableSocSec) must match the taxable social security benefits on Form 1040, line 20b or Form 1040A, line 14b.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 15, Column A (element FedGamblingWin) must match the gambling winnings listed on the other income line on Form 1040, line 21.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 15, Column B (element KYGamblingWin) must match the income from lottery winnings and gambling received while a Kentucky resident or from Kentucky sources while a nonresident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 16, Column A (element FedOtherIncome) must match other income other than gambling winnings on Form 1040, line 21.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 16, Column B (element KYOtherIncome) must match other income other than gambling winnings received while a Kentucky resident or from Kentucky sources while a nonresident. (See Form 740-NP instructions for additional details.)	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, line 16, description (element OtherIncomeDesc) is required if other income is listed.	Accepted Conditionally			Missing Data
<b>ADJUSTMENTS TO INCOME</b>			<b>ADJUSTMENTS TO INCOME</b>	
Form 740-NP, page 4, Section D, Column A, line 18 (element FedEducatorExpense) must equal the educator expenses on Form 1040, line 23 or Form 1040A, line 16.	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, Column B, line 18 (element KYEducatorExpense) must equal the educator expenses received from Kentucky sources while a nonresident and all sources while a Kentucky resident.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 19 (element FedBusinessExpense) must equal certain business expenses of reservists, performing artists, and fee-basis government officials on Form 1040, line 24.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 19 (element KYBusinessExpense) must equal certain business expenses of reservists, performing artists, and fee-basis government officials limited to the amount of allocable income subject to Kentucky taxation.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 20 (element FedHealthSavings) must equal the health savings account deduction on Form 1040, line 25.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 20 (element KYHealthSavings) must equal the health saving deduction limited to the amount of allocable income subject to Kentucky taxation. Federal limitations also apply.	Accepted Conditionally			Data Mismatch
Missing Schedule ME. Schedule ME is required if a moving expense/reimbursement (Form 740-NP, lines 2 or 21, column B) is claimed.	Reject	SME-F740NP-0003	Schedule ME is missing and is required if a moving expense/reimbursement on Form 740-NP, lines 2 or 21, column B is listed.	Missing Form
Form 740-NP, page 4, Section D, Column A, line 21 (element AdjFedMovingExpense) must equal the moving expense on Form 1040, line 26.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 21 (element AdjKYMovingExpense) must equal the moving expense deduction from Schedule ME, line 6 (element FedMovingExpDed).	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 22 (element FedSelfEmployTax) must equal the deductible part of the self-employment tax on Form 1040, line 27.	Accepted Conditionally			Data Mismatch

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, Column B, line 22 (element KYSelfEmployTax) must equal the deductible part of the self-employment tax based on the Kentucky taxable self-employment income.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 23 (element FedSelfEmployTaxSEP) must be equal to the self-employed SEP, SIMPLE and qualified plans on Form 1040, line 28.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 23 (element KYSelfEmployTaxSEP) must equal the qualified payments to a Keogh retirement plan, a SEP or a SIMPLE plan based upon the Kentucky taxable self employment earnings.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 24 (element FedSelfEmployHealthIns) must equal the self-employed health insurance deduction on Form 1040, line 29.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 25 (element FedEarlyWithdrawalPen) must equal the penalty on early withdrawal of savings on Form 1040, line 30.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 25 (element KYEarlyWithdrawalPen) must equal the penalty on early withdrawal of savings applicable to the interest income taxable to Kentucky.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 26 (element FedAlimonyPaid) must be equal to the alimony deduction on Form 1040, line 31a.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 26 (element KYAlimonyPaid) must equal the alimony deduction not in excess of Kentucky income. Alimony paid by full-year nonresidents is limited to the percentage of Kentucky total income (element KYTotalIncome) to federal total income (element FedTotalIncome).	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 26, alimony recipient's social security number (element FedAlimonyRecipientSSN) must match the alimony recipients SSN on Form 1040, line 31b.	Accepted Conditionally			Missing Data

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Form 740-NP, page 4, Section D, Column B, line 26 alimony recipients name (FedAlimonyRecipientName) is required if the deduction is taken.	Accepted Conditionally			Missing Data
Form 740-NP, page 4, Section D, Column A, line 27 (element FedIRADeduct) must equal the IRA deduction on Form 1040, line 32 or Form 1040A, line 17.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 27 (element KYIRADeduct) must equal the IRA deduction not in excess of Kentucky earned income. Full-year nonresident contribution deduction is limited to the percentage of Kentucky earned income to federal earned income.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 28 (element FedStudentLoanInterest) must equal the student loan interest deduction on Form 1040, line 33 or Form 1040A line 18.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 28 (element KYStudentLoanInterest) must equal the student loan interest limited to the percentage of Kentucky total income (element KYTotalIncome) to federal total income (element FedTotalIncome)	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 29 (element FedTuitionFees) must equal the tuition and fees on Form 1040, line 34 or Form 1040A, line 19.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 29 (element KYTuitionFees) must equal the tuition and fees limited to the percentage of Kentucky total income (KYTotalIncome) to federal total income (FedTotalIncome)	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 30 (element FedDPAD) must equal the domestic production activities deduction on Form 1040, line 35.	Accepted Conditionally			Data Mismatch



TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Form 740-NP, page 4, Section D, Column B, line 30 (element KYDPAD) must equal the domestic production activities deduction limited to the percentage of Kentucky domestic production gross receipts to federal domestic production gross receipts. (See Form 740-NP instructions for additional details.)	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 31 (element KYLongTermCareIns) must equal the long-term care insurance premiums deducted by full year nonresidents limited to the percentage of Kentucky total income (element KYTotalIncome) to federal total income (element FedTotalIncome).	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 32 (element KYHealthInsPremium) must equal the medical and dental insurance premiums deducted by full-year nonresidents limited to the percentage of Kentucky total income (element KYTotalIncome) to federal total income (element FedTotalIncome). (See Form 740-NP instructions for additional details.)	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column A, line 33 (element FedOtherDeduct) should be used to adjust income for anything not included on Form 740-NP, page 4, Section D, lines 18 through 32, column A.	Accepted Conditionally			Data Mismatch
Form 740-NP, page 4, Section D, Column B, line 33 (element KYOtherDeduct) must equal the other deductions limited to the percentage of Kentucky total income (element KYTotalIncome) to federal total income (element FedTotalIncome). (See Form 740-NP instructions for additional details.)	Accepted Conditionally			Missing Data
Form 740-NP, page 4, Section D, line 36 (element PCTKYToFedAGI) should be equal to line 35, Column B (element FedAdjustedGrossIncome) divided by line 35, Column A (element KyAdjustedGrossIncome)	Accepted Conditionally			Math Error
<b>SCHEDULE A (Form 740-NP)</b>				

TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Schedule A fields for adjusted gross income in the medical and dental expenses section, casualty and theft losses section and the job expenses section (elements TaxpayerFedAGI1, TaxpayerFedAGI2, TaxpayerFedAGI3) must equal the federal adjusted gross income from Form 740, line 8 (element Form740-NP / FedAdjustedGrossIncome).	Reject	SA-F740NP-0001	Schedule A fields for adjusted gross income in the medical and dental expenses, casualty and theft, and the job expenses sections must equal the federal adjusted gross income from Form 740-NP, line 8.	Math Error
Health Insurance Premiums that are deducted on Form 740-NP, page 4, Section D, line 31 and 32 (element KYLongTermCareIns and KYHealthInsPremium) should not be included in medical and dental expenses claimed on Schedule A (element MedicalAndDentalExpenses / MedicalDentalExp). Married taxpayers filing separate, filing status 3, who choose to file one Schedule A and prorate the total must combine the Line 8 federal AGI amounts from both returns.	Accepted Conditionally			Math Error
<b>Schedule A, line 3 (element MedicalAndDentalExpenses / MedicalDentalExpExcl) must equal 10% of the federal adjusted gross income (element MedicalAndDentalExpenses / Taxpayer FedAGI1) if either taxpayer was born before January 2, 1952 and 7.5% if both taxpayers were born on or after January 2, 1952</b>	Accepted Conditionally			Math Error
Schedule A, line 5 (element Taxes / LocalIncomeTaxes) must not include federal or state taxes paid.	Accepted Conditionally			Incorrect Data
Schedule A, line 19 (element Contributions / TotCont) cannot exceed 50% of the federal adjusted gross income (element Form740-NP / FedAdjustedGrossIncome).	Accepted Conditionally			Math Error

TY2016 Business Rules

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Schedule A, line 32 (element TotItemDed) is mathematically incorrect. Line 29 should equal the sum of Schedule A, lines 4 9, 15, 19, 20, 27 and 28 (elements MedicalAndDentalExpenses / TotalMedicalDentalDed, Taxes / TotTaxes, InterestExpense / TotalInt, Contributions / TotCont, CasualtyAndTheftLosses / TotCasualtyTheft, JobExpenses / TotJobOtherExp and OtherMiscExp).	Reject	SA-F740NP-0002	Schedule A, line 32 is mathematically incorrect.	Math Error
Dividing Itemized Deductions: Schedule A, lines 33 through 36 must be completed when filing status 3-Married, filing separate returns (element SeparateReturns) is selected or one spouse is not filing a Kentucky return and itemized deductions are claimed.	Accepted Conditionally			Missing Data
Schedule A, line 33, federal adjusted gross income (element TaxpayerFedAGI) must equal the Form 740-NP, line 8 (FedAdjustedGrossIncome),	Reject	SA-F740NP-0005	The federal adjusted gross income on Schedule A, line 33 does not match the amount on Form 740-NP, line 8.	Data Mismatch
<b>The itemized deductions limitation section on Schedule A, page 2 should be completed if the federal AGI on Form 740-NP, line 8 exceeds 92,425 if the filing status is married, filing separate returns and 184,850 for all other filing statuses.</b>	Accepted Conditionally		<b>The itemized deductions limitation section on Schedule A, page 2 should be completed if the federal AGI on Form 740-NP, line 8 exceeds 92,425 if the filing status is married, filing separate returns and 184,850 for all other filing statuses.</b>	Missing Data
Missing Schedule A or data incomplete.	Reject	SA-F740NP-0003	Missing Schedule A or data incomplete.	Missing Data
<b>SCHEDULE J</b>			<b>SCHEDULE J</b>	
Calculation error(s) on Schedule J.	Reject	SJ-F740NP-0001	Calculation error(s) on Schedule J.	Math Error
Incomplete data on Schedule J.	Reject	SJ-F740NP-0002	Incomplete data on Schedule J.	Missing Data
Schedule J, line 22 does not match amount claimed on Form 740-NP, line 14.	Reject	SJ-F740NP-0003	Schedule J, line 22 does not match amount claimed on Form 740-NP, line 14.	Data Mismatch
<b>SCHEDULE ME</b>			<b>SCHEDULE ME</b>	

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Kentucky moving expense reimbursement on Schedule ME, line 5 (element KYMovingExpReimburse) does not match the amount claimed on Form 740-NP, page 4, Section D, line 2, column B (element Form 740-NP - KyMovingExpense).	Reject	SME-F740NP-0002	The Kentucky moving expense reimbursement on Schedule ME, line 5 does not match the amount claimed on Form 740-NP, Section D, line 2, column B.	Data Mismatch
Kentucky allowable moving expense (element KYAllowedMovingExp) on Schedule ME, line 7 does not match Form 740-NP, page 4, Section D, line 21, Column B (element AdjKYMovingExpense	Reject	SME-F740NP-0004	The Kentucky allowable moving expense on Schedule ME, line 7 does not match Form 740-NP, page 4, Section D, line 21, Column B.	Data Mismatch
<b>Schedule P</b>			<b>Schedule P</b>	
The combined total of Schedule P, line 4, columns A and B (element TotalExcluded / TotalExcluded) does not match the amount claimed on Form 740-NP, page 4, line 10(b) (element SubtractionsToFAGIType / Pension)	Reject	SP-F740NP-0001	Schedule P total exclusion does not match amount claimed on Form 740-NP, page 4, line 10(b).	Data Mismatch
<b>FORM 2210-K</b>			<b>FORM 2210-K</b>	
Calculation error(s) on Form 2210K, Part I.	Reject	F2210K-F740NP-0001	Calculation error(s) on Form 2210K, Part I.	Math Error
<b>FORM 8582-K</b>			<b>FORM 8582-K</b>	
Incomplete data on Form 8582K	Reject	F8582K-0046	Incomplete data on Form 8582K.	Missing Data
<b>FORM 8863-K</b>			<b>FORM 8863-K</b>	
Incomplete data on Form 8863K (elements Qualifications)	Reject	F8863K-0047	The Qualifications section on Form 8863-K is incomplete. It is required when filing Form 8863-K.	Missing Data
The American Opportunity Credit section of Form 8863-K is incomplete. It is required in order to claim the Hope credit.	Reject	F8863K-0048	The American Opportunity Credit section of Form 8863-K is incomplete. It is required in order to claim the Hope credit.	Missing Data
Name and address of Kentucky institution required on Form 8863-K.	Reject	F8863K-0049	Name and address of Kentucky institution required on Form 8863-K.	Missing Data
Form 8863-K, line 1, column f is exceeds allowable amount.	Reject	F8863K-F740NP-0052	Form 8863-K, line 1, column f is exceeds allowable amount.	Missing Data
Error in calculating amount (element TentAmOpCredit) on Form 8863K, line 1, column f.	Reject	F8863K-F740NP-0053	Form 8863K, line 1, column f is mathematically incorrect.	Math Error
Error in calculating amount (element AmericanOpportunityCreditTot) on Form 8863K, line 2.	Reject	F8863K-F740NP-0054	Form 8863K, line 2 is mathematically incorrect.	Math Error
Lifetime Learning Credit claimed exceeds allowable amount (element LifeLimitBy20Pct)	Reject	F8863K-F740NP-0055	The Lifetime Learning Credit claimed on Form 8863-K, line 8 exceeds allowable amount.	Math Error

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Error in computing allowable education credit from Form 8863K, line 17 (element AllowEducCredit)	Reject	F8863K-F740NP-0056	Form 8863K, line 17 is mathematically incorrect.	Math Error
<b>WORKSHEET A</b>			<b>WORKSHEET A</b>	
Recipient Name (element RecipientFirstName) and SSN (element RecipientSSN) are required when completing Worksheet A.	Reject	WA-F740NP-0058	Recipient Name and SSN are required when completing Worksheet A.	Missing Data
KY residents must report all income received including income from sources outside KY. Within certain limitations, a credit for income tax paid to another state may be claimed on Worksheet A. Full year nonresidents may not claim this credit. The credit is limited to the amount of tax paid to the other state or the amount of KY tax savings had the income reported to the other state been omitted, whichever is less. A return must be filed with the other state in order to claim this credit. Credit for tax withheld by another state is not allowed. A credit for tax paid to a reciprocal state on certain types of income is not allowed. The type of income reported to the other state must be listed on Worksheet A. (See Worksheet A instructions for limitations and reciprocal state information.)	Reject	WA-F740-0059	KY residents must report all income received including income from sources outside KY. Within certain limitations, a credit for income tax paid to another state may be claimed on Worksheet A. Name of other state must be listed on Worksheet A in order to claim credit. Full year nonresidents may not claim this credit. The credit is limited to the amount of tax paid to the other state or the amount of KY tax savings had the income reported to the other state been omitted, whichever is less. A return must be filed with the other state in order to claim this credit. Credit for tax withheld by another state is not allowed. A credit for tax paid to a reciprocal state on certain types of income is not allowed. The type of income reported to the other state must be listed on Worksheet A. (See Worksheet A instructions for limitations and reciprocal state information.)	Incorrect Data
Worksheet A, name of other state (element NameOfOtherState) is missing.	Reject	WA-F740NP-0060	Missing other state name on Worksheet A	Missing Data
KY is not a valid entry (element NameOfOtherState) on Worksheet A, tax paid to other states worksheet.	Reject	WA-F740NP-0061	KY is not a valid entry as the name of the other state on Worksheet A.	Incorrect Data
Worksheet A, line 12 (element TaxOtherStateCredit) should be the lesser of line 10 (element TaxSavings) or line 11 (element TaxPaidToOtherState).	Reject	WA-F740NP-0062	Worksheet A, line 12 should be the lesser of line 10 or line 11.	Math Error
<b>WORKSHEET C</b>			<b>WORKSHEET C</b>	
LLE name (element LLEName), address (element LLEAddress), FEIN (LLEFEIN), Ky corporate account number (element LLEKYCorporateAcctNumber) and ownership percentage (element PctOfOwnership) are required when completing Worksheet C.	Reject	WC-F740NP-0063	The LLE name, address, FEIN, Ky corporate account number and ownership percentage are required when completing Worksheet C.	Missing Data

**TY2016 Business Rules**

<b>740-NP</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
Worksheet C, line 8 (element TotalNonRefundableAmount) should be the lesser of line 6 (element TaxSavingsOnLLEIncome) or line 7 (element NonRefundableCredit).	Reject	WC-F740NP-0064	Worksheet C, line 8 should be the lesser of line 6 or line 7.	Math Error
<b>MISCELLANEOUS</b>			<b>MISCELLANEOUS</b>	
Primary social security number (element Filer/ Primary/ TaxpayerSSN) and/or Spouse social security number (element Filer/ Secondary/ TaxpayerSSN) are required.	Reject	F740NP-0065	The primary taxpayer's social security number is required for all filing statuses. The Spouse's social security number is required for filing status Married, filing joint.	Missing Data
Taxpayer's name is missing or incomplete.	Reject	F740NP-0066	Taxpayer's name is missing or incomplete.	Missing Data
Taxpayer address elements (element USAddress) missing or incomplete.	Reject	F740NP-0071	Taxpayer address is missing or incomplete.	Missing Data
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject	F740NP-0069	Invalid direct debit routing number. The routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject	F740NP-0074	Invalid direct debit account number. The account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
Invalid direct debit amount (element StatePayment / PaymentAmount). Debit amount must equal amount owed on the return, Form 740-NP, line 40 (element AmountOwed).	Reject	F740NP-0075	Invalid direct debit amount. The debit amount must equal amount owed on the return, Form 740-NP, line 40.	Incorrect Data
Invalid direct debit date (element StatePayment / RequestedPaymentDate). Debit payments for additional tax due cannot be warehoused after the April 18th filing deadline.	Reject	F740NP-0076	Invalid direct debit date. Debit payments for additional tax due cannot be warehoused after the April 18th filing deadline.	Incorrect Data
<b>Invalid direct debit date (element StatePayment / RequestedPaymentDate). Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018</b>	Reject	F740NP-0073	<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Incorrect Data
Direct deposits are not allowed for Form 740-NP.	Reject	F740NP-0077	Direct deposits are not allowed for Form 740-NP.	Incorrect Data
Multiple estimate tax payments must be equal non-negative integer amounts	Reject	F740NP-0080	Divide multiple payments for estimate tax into equal whole dollar amounts.	Incorrect Data
<b>SCHEMA VALIDATION</b>			<b>SCHEMA VALIDATION</b>	
Duplicate Return. Electronic return already received and processed.	Reject	KYSUB-0063	Duplicate Return. An electronic return was already received and processed.	Validation Error

**TY2016 Business Rules**

740-NP				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Copy of federal return is required for all electronically filed returns.	Reject	KYSUB-0064	A copy of the federal return is required for all electronically filed Kentucky returns.	Validation Error
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	KYSUB-0068	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Validation Error
Schema Failed Validation. See details.	Reject	KYSUB-0100	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	KYSUB-0101	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	KYSUB-0102	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	KYSUB-0103	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	KYSUB-0105	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error
Extension request denied. Extension request filed after deadline.	Reject	KYSUB-0108	Extension request denied. Extension request filed after deadline.	Validation Error
Return Type/Form not accepted for electronic filing. Please submit paper return.	Reject	KYSUB-0109	Return Type/Form not accepted for electronic filing. Please submit paper return.	Validation Error
The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Reject	KYSUB-0110	The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Validation Error
*Severity - Reject means the return will be returned and not accepted for processing. Accepted Conditionally means the return will be accepted for filing but the return will be reviewed and may be adjusted if an error is found or data cannot be verified.				

**TY2016 Business Rules**

<b>740-NP-R</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
<b>R</b>			<b>FORM 740-NP-R</b>	
Questions A - C have been answered no and indicate the Form 740-NP-R is not applicable.	Reject	<b>F740NPR-0001</b>	Questions A - C indicate the Form 740-NP-R is not applicable. Question C applies only to Virginia residents.	Incorrect Data
The Kentucky Employer information must be provided with the Form 740-NP-R .	Reject	<b>F740NPR-0002</b>	The Kentucky Employer information must be provided with the Form 740-NP-R .	Missing Data
The Kentucky tax withheld, Form 740-NP-R, line 1, must equal the sum of all state withholding amounts from the income tax statements where the state abbreviation code listed is KY.	Reject	<b>F740NPR-0003</b>	The Kentucky tax withheld, Form 740-NP-R, line 1, must equal the sum of all state withholding amounts from the income tax statements where the state abbreviation code listed is KY.	Data Mismatch
A secondary taxpayer is not applicable for the Form 740-NP-R. Each married taxpayer should file their own return if the 740-NP-R is applicable to both.	Reject	<b>F740NPR-0004</b>	The 740-NP-R is applicable to one filer.	Incorrect Data
<b>MISCELLANEOUS</b>			<b>MISCELLANEOUS</b>	
Direct deposits are not allowed for Form 740-NP.	Reject	<b>F740NPR-0077</b>	Direct deposits are not allowed for Form 740-NP.	Incorrect Data
<b>SCHEMA VALIDATION</b>			<b>SCHEMA VALIDATION</b>	
Duplicate Return. Electronic return already received and processed.	Reject	<b>KYSUB-0063</b>	Duplicate Return. An electronic return was already received and processed.	Validation Error
Copy of federal return is required for all electronically filed returns.	Reject	<b>KYSUB-0064</b>	A copy of the federal return is required for all electronically filed Kentucky returns.	Validation Error
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	<b>KYSUB-0068</b>	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Validation Error
Schema Failed Validation. See details.	Reject	<b>KYSUB-0100</b>	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	<b>KYSUB-0101</b>	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	<b>KYSUB-0102</b>	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	<b>KYSUB-0103</b>	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	<b>KYSUB-0105</b>	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error



# TY2016 Business Rules

740-NP-R				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error
Extension request denied. Extension request filed after deadline.	Reject	KYSUB-0108	Extension request denied. Extension request filed after deadline.	Validation Error
Return Type/Form not accepted for electronic filing. Please submit paper return.	Reject	KYSUB-0109	Return Type/Form not accepted for electronic filing. Please submit paper return.	Validation Error
The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Reject	KYSUB-0110	The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Validation Error

**TY2016 Business Rules**

<b>40A102</b>				
<b>Rule Description</b>	<b>*Severity</b>	<b>Reject Code</b>	<b>Reject Code Text</b>	<b>Error Category</b>
<b>FORM 40A102</b>			<b>FORM 40A102</b>	
<b>FINANCIAL AND MISCELLANEOUS</b>			<b>FINANCIAL AND MISCELLANEOUS</b>	
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject Financial Transaction only	F40A102-0073	Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject Financial Transaction only	F40A102-0074	Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
Invalid direct debit amount and/or debit date (elements StatePayment / PaymentAmount and RquestedPaymentDate) . Debit amount and date for State Payment must equal the tax due debit amount and debit date (element TotDueDebitAmt / DebitDate) on Form 40A102, Section II.	Reject Financial Transaction only	F40A102-0075	The Payment amount and requested payment date in the financial transaction must match the tax due debit amount and debit date on Form 40A102, Section II.	Incorrect Data
Invalid direct debit date (element StatePayment / RequestedPaymentDate). Debit payments for state payments cannot be warehoused after the April 18th filing deadline.	Reject Financial Transaction only	F40A102-0076	Invalid direct debit date. Debit payments for tax due amounts cannot be warehoused after the April 18th filing deadline.	Incorrect Data
<b>SCHEMA VALIDATIONS</b>			<b>SCHEMA VALIDATIONS</b>	
Duplicate Return. An electronic return was already received and processed.	Reject	KYSUB-0063	Duplicate Return. An electronic return was already received and processed.	Validation Error
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	KYSUB-0068	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Validation Error
Schema Failed Validation. See details.	Reject	KYSUB-0100	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	KYSUB-0101	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	KYSUB-0102	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	KYSUB-0103	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	KYSUB-0105	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error
Extension request denied. Form 40A102 filed after deadline.	Reject	KYSUB-0108	Extension request denied. Form 40A102 filed after deadline.	Validation Error
Return Type/Form not accepted for electronic filing. Please file a paper return.	Reject	KYSUB-0109	Return Type/Form not accepted for electronic filing. Please file a paper return.	Validation Error
The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Reject	KYSUB-0110	The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Validation Error
*Severity - Reject means the return will be returned and not accepted for processing. Accepted Conditionally means the return will be accepted for filing but the return will be reviewed and may be adjusted if an error is found or data cannot be verified.				

TY2016 Business Rules

EPAY				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
<b>FORM EPAY</b>			<b>FORM EPAY</b>	
<b>FINANCIAL AND MISCELLANEOUS</b>			<b>FINANCIAL AND MISCELLANEOUS</b>	
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject	FEPAY-0073	Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject	FEPAY-0074	Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
Invalid direct debit amount (element StatePayment / PaymentAmount) . Debit amount for State Payment must equal the total tax due amount (element TotPaymentDebitAmt) on Form EPAY.	Reject	FEPAY-0075	When requesting a direct debit to pay tax due, the payment amount in the financial transaction must match the total amount of tax due listed on Form EPAY.	Incorrect Data
<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return. Do not select a past date.</b>	Reject	FEPAY-0078	<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return. Do not select a past date.</b>	Incorrect Data
The total amount of tax due (element TotPaymentDebitAmt).must be the sum of the amount of additional tax due (element AddTaxDueDebitAmt) and penalty and interest (element PenaltyAndIntDueDebitAmt).	Reject	FEPAY-0079	The amount of additional tax due plus penalty and interest must equal the total amount of tax due.	Math Error
Multiple estimate tax payments must be equal non-negative integer amounts	Reject	FEPAY-0080	Divide multiple payments for estimate tax into equal whole dollar amounts.	Incorrect Data
<b>SCHEMA VALIDATIONS</b>			<b>SCHEMA VALIDATIONS</b>	
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	KYSUB-0068	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Validation Error
Schema Failed Validation. See details.	Reject	KYSUB-0100	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	KYSUB-0101	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	KYSUB-0102	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	KYSUB-0103	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	KYSUB-0105	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error
Return Type/Form not accepted for electronic filing. Please file a paper return.	Reject	KYSUB-0109	Return Type/Form not accepted for electronic filing. Please file a paper return.	Validation Error
The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Reject	KYSUB-0110	The Return Type and/or StateSubmissionType are mismatched with the type of return or form submitted.	Validation Error

**TY2016 Business Rules**

Current Year Amended				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject	F740X-0073	Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject	F740X-0074	Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
When requesting a direct debit of tax due, the payment amount in the financial transaction must match the total due with Form 740-X.	Reject	F740X-0075	When requesting a direct debit of tax due, the payment amount in the financial transaction must match the total due with Form 740-X.	Incorrect Data
<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Reject	F740X-0078	<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Incorrect Data
Multiple estimate tax payments must be equal non-negative integer amounts	Reject	F740X-0080	Divide multiple payments for estimate tax into equal whole dollar amounts.	Incorrect Data
Form 1040-X must be provided. A copy submitted as a pdf attachment using file name 1040X or Form1040X is acceptable.	Reject	F740X-0081	Form 1040-X must be provided. A copy submitted as a pdf attachment using file name 1040X or Form1040X is acceptable.	Missing Form
Direct Deposit is not a valid option for an amended return.	Reject	F740X-0082	Direct Deposit is not a valid option for an amended return.	Incorrect Data
Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Reject	F740NPX-0073	Invalid direct debit routing number. Routing number must be numeric only and first 2 digits must begin with 01 through 12 or 21 through 32.	Incorrect Data
Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Reject	F740NPX-0074	Invalid direct debit account number. Account number must be numeric only. Cannot contain spaces and /or dashes.	Incorrect Data
When requesting a direct debit of tax due, the payment amount in the financial transaction must match the total due with Form 740-X.	Reject	F740NPX-0075	When requesting a direct debit of tax due, the payment amount in the financial transaction must match the total due with Form 740-X.	Incorrect Data
<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Reject	F740NPX-0078	<b>Invalid direct debit date. Valid dates for debit payments of estimated tax for tax year 2016 are: April 18, 2017, June 15, 2017, September 15, 2017, January 16, 2018. Please select valid dates and resubmit the return.</b>	Incorrect Data
Multiple estimate tax payments must be equal non-negative integer amounts	Reject	F740NPX-0080	Divide multiple payments for estimate tax into equal whole dollar amounts.	Incorrect Data
Form 1040-X must be provided. A copy submitted as a pdf attachment using file name 1040X or Form1040X is acceptable.	Reject	F740NPX-0081	Form 1040-X must be provided. A copy submitted as a pdf attachment using file name 1040X or Form1040X is acceptable.	Missing Form
Direct Deposit is not a valid option for an amended return.	Reject	F740NPX-0082	Direct Deposit is not a valid option for an amended return.	Incorrect Data

**TY2016 Business Rules**

Current Year Amended				
Rule Description	*Severity	Reject Code	Reject Code Text	Error Category
Software Identification Code (element SoftwareID) has not been approved for electronic filing by the Kentucky Department of Revenue.	Reject	KYSUB-0068	Software Identification Code has not been approved for electronic filing by the Kentucky Department of Revenue.	Validation Error
Schema Failed Validation. See details.	Reject	KYSUB-0100	Schema Failed Validation. See details.	Validation Error
Manifest Data Missing	Reject	KYSUB-0101	Manifest Data Missing	Validation Error
State Return Data Missing	Reject	KYSUB-0102	State Return Data Missing	Validation Error
Invalid Processing Year	Reject	KYSUB-0103	Invalid Processing Year	Validation Error
We are unable to process your submission due to technical difficulties. Please file a paper return.	Reject	KYSUB-0105	We are unable to process your submission due to technical difficulties. Please file a paper return.	Validation Error
Packaging of data and transmission payload must be in the proper format.	Reject	KYSUB-0106	Packaging of data and transmission payload must be in the proper format.	Validation Error
Mismatch of data (SSN or FEIN) between manifest and state xml.	Reject	KYSUB-0107	Mismatch of data (SSN or FEIN) between manifest and state xml.	Validation Error